STATE OF ARIZONA FILED

STATE OF ARIZONA

DEPARTMENT OF INSURANCE

JUN 2 9 1994

DEPARTMENT OF INSURANCE
By

In the Matter of:

No. 7790

JOHN PATRICK JOHNSTON, JR. dba J.P. JOHNSTON AGENCY,

ORDER ON REHEARING

REQUEST

Respondent.

The undersigned having reviewed the Motion for Re-Hearing and, after consideration of the Motion,

IT IS ORDERED denying the Motion for Rehearing. The Director is not bound by suggestions for appropriate discipline made by advocates from the Attorney General's Office and he is free to examine the evidence presented in making his decision as to the appropriateness of disciplinary action. Admission of documentary evidence was based on the totality of Respondent's conduct, his relationship with Equity International Indemnity Company and his perception of his responsibilities in transactions involving Equity International Indemnity Company. Harm committed by Equity International Indemnity Company was facilitated by Respondent's actions and Respondent is therefore a source of such harm.

DATED this 28th day of June 1994.

HAROLD J. MERKOW

Hearing Officer

CHRIS HERSTAM Director of Insurance

COPIES of the foregoing mailed/delivered this 29th day of June, 1994, to:

Gay Ann Williams, Deputy Director Charles R. Cohen, Executive Assistant Director Jay Rubin, Assistant Director Maureen Catalioto, Supervisor Department of Insurance 2910 N. 44th Street, Suite 210 Phoenix, Arizona 85018

Gerrie Switzer Assistant Attorney General 1275 West Washington Phoenix, Arizona 85007

John Patrick Johnston, Jr. 245 N. Fraser Dr. West Mesa, Arizona 85203

John Patrick Johnston, Jr. 1112 E. Tierra Buena Phoenix, Arizona 85022

John Patrick Johnston, Jr. 645 E. Missouri, Suite 118 Phoenix, Arizona 85014

Luis Diaz David W. Jensen Diaz & Associates 11221 N. 28th Drive Suite E-104 Phoenix, Arizona 85029

Curtis Johnson Farmers Insurance Company 18444 N. 25th Ave. Phoenix, AZ 85023

Chris Crawford